THE HONORABLE THOMAS S. ZILLY 1 2 3 UNITED STATES DISTRICT COURT 4 FOR THE WESTERN DISTRICT OF WASHINGTON 5 6 BUNGIE, INC., a Delaware corporation, Cause No. 2:21-cv-0811 TSZ 7 **Plaintiff** 8 **DEFENDANTS' SURREPLY IN OPPOSITION TO** v. 9 PLAINTIFF'S MOTION FOR SUMMARY JUDGMENT 10 AIMJUNKIES.COM, a business of unknown classification; PHOENIX DIGITAL GROUP 11 LLC, an Arizona limited liability company; (REDACTED) JEFFREY CONWAY, an individual; DAVID 12 SCHAEFER, an individual; JORDAN GREEN, an individual; and JAMES MAY, an individual, 13 Defendants. 14 15 For reasons stated herein, Defendants, by and through their undersigned counsel, 16 respectfully request that the Court strike the supplemental declaration of Dr. Edward Kaiser 17 (DKT#183) to the extent it purports to blame third party NovaCoast for breaching Defendant 18 Phoenix Digital Group LLC's Terms of Service. Defendants further request that this Court 19 strike Bungie's argument at page 17 of its Reply Brief (Dkt#182) that, "Phoenix Digital has also failed to offer any facts (as opposed to faulty opinion) that the third party that created the 20 documents was an agent of Bungie, or that the documents themselves even evidence a breach 21 of the Terms of Service (they don't)." 22 These facts and arguments were not only never raised in Bungie's opening motion for 23 summary judgment, this is the first time in this entire case that Bungie has even claimed that 24 "NovaCoast," and not it, was responsible for breaching Phoenix Digital's Terms of Service. 25 26 27 28

## 

## **ARGUMENT**

Bungie itself has previously informed this Court that, "It is well-established in this Court that '[a]rguments cannot be raised properly for the first time on reply," citing *Amazon.com LLC v. Lay*, 758 F. Supp. 2d 1154, 1171 (W.D. Wash. 2010); *AT & T Mobility LLC v. Holaday-Parks-Fabricators, Inc.*, No. C10-468Z, 2011 WL 5825714, at \*2 (W.D. Wash. Nov. 17, 2011) (Zilly, J.) (granting motion to disregard arguments asserted in support of motion to dismiss asserted for the first time in reply), and *Nw. Coal. for Alts. To Pesticides v. U.S. E.P.A.*, No. C10-1919 TSZ, 2014 WL 309168, at \*4 (W.D. Wash. Jan. 28, 2014) (Zilly, J.) (granting motion to strike "new argument improperly raised for the first time in Intervenors' reply" in support of a motion to dismiss). (See DKT#58, p.2.)

Bungie has never before argued that it was NovaCoast and not it that performed an unrequested analysis of the "cheat" software it obtained from Phoenix Digital, and Bungie has never before argued that NovaCoast did not engage in its activities at the request of Bungie, or that NovaCoast was somehow *not* an agent of Bungie. These arguments not only appear for the very first time in Bungie's Reply Brief and in the Supplemental Declaration of Dr. Kaiser, they are blatantly untrue in light of documents Bungie itself has produced in this matter.

The accompanying exhibits A, B, C and D to the Declaration of Philip P. Mann are true and correct copies of emails, produced by Bungie, exchanged among numerous employees and agents of Bungie, NovaCoast and another third-party,

Furthermore, a perusal of these emails clearly indicate that as early as September 8, 2020,

Bungie stated to NovaCoast and

(Mann Declaration Exhibit A, p. 3.) These emails further reveal that, on

Bungie had internal discussions regarding the services NovaCoast and

could provide (Mann Dec. Exh. B) and that on

Bungie, itself,

said to representatives of NovaCoast and

1 2 (Mann Dec. Exh. C.) Finally, on January 6, 2021, of NovaCoast 3 emailed several redacted named recipients at Bungie, stating, 4 5 6 (Mann Dec. Exh. D.) 7 Based on these emails, produced by Bungie itself, there is more than sufficient 8 evidence for a reasonable jury to conclude that, even if the nefarious activities complained of 9 were carried out by NovaCoast and not Bungie itself, there nevertheless existed a 10 "partnership" or "agreement" or other relationship sufficient to establish NovaCoast as the 11 agent of Bungie. 12 **CONCLUSION** 13 For all the foregoing reasons, Defendants respectfully request that the Supplemental Declaration of Dr. Kaiser be stricken along with the arguments made in section "3." appearing 14 on page 17 of Bungie's Reply in Support of its Motion for Summary Judgment. Such action 15 by this Court is respectfully requested. 16 Dated August 17, 2023. 17 /s/ Philip P. Mann 18 Philip P. Mann, WSBA No: 28860 19 Mann Law Group PLLC 403 Madison Ave. N. Ste. 240 20 Bainbridge Island, Washington 98110 Phone (206) 436-0900 21 phil@mannlawgroup.com 22 Attorneys for Defendants 23 I certify that this memorandum contains 931 words, in compliance with the Local Civil Rules. 25 26 27 28